## BEFORE THE IDAHO STATE CONTRACTORS BOARD

In the Matter of the Registration of:	)	
	)	Case No. CON 2008-109
TERRY GILLETTE,	)	
Registration No. RCT-8249,	)	FINAL ORDER
	)	
Respondent.	)	
-	)	

THIS MATTER is before the Board pursuant to the Default Order and Findings of Fact, Conclusions of Law and Recommended Order issued on May 13, 2009 by Michael J. Elia, the designated Hearing Officer in this case. A Default Order issued because the Respondent failed to answer or appear in this matter. The factual allegations set forth Complaint against Respondent were deemed true and, therefore, no formal hearing was held.

The Board, having independently reviewed the record and considered the Hearing Officer's Findings of Fact, Conclusions of Law, and Recommended Order and all other matters of record, and good cause appearing therefore, enters the following Order.

## IT IS HEREBY ORDERED as follows:

- 1. <u>Jurisdiction</u>. Idaho Code § 54-5206 empowers the Board to administer the Idaho Contract Registration Act codified at title 54, chapter 52, Idaho Code. In the course of administering the Act, the Board has jurisdiction over all registered and unregistered persons engaging in the business of, or acting in the capacity of, a contractor in the State of Idaho. *See* Idaho Code § 54-5204(3). The Board may discipline any person who violates the Act. *See* Idaho Code § 54-5215.
- 2. <u>Findings of Fact and Conclusions of Law</u>. The Hearing Officer's Findings of Fact and Conclusions of Law are attached hereto as <u>Exhibit A</u>. They are adopted incorporated herein by this reference as the Board's findings of fact and conclusions of law.
  - 3 <u>Discipline Imposed</u>. Based on its findings and conclusions, the Board

imposes the following discipline upon Respondent:

- a. Respondent's registration, including any right to renew that registration, is revoked.
- b. Respondent is fined one thousand dollars (\$1000.00). Respondent must pay this fine within sixty (60) days from the date of this Order.
- c. Respondent must pay the fees and costs incurred by the Board to investigate and prosecute this matter. The amount of the fees and costs that Respondent must pay shall be determined as follows:
- i. Within forty five (45) days from the issuance of this Order, the State must file an affidavit, setting forth the fees and costs incurred to investigate and prosecute this matter.
- ii. If Respondent objects to the fees and costs claimed by the State, then Respondent may, within thirty (30) days from the date on which the State serves its affidavit, file a written objection to those fees and costs and, if he desires, a written request for a hearing on the objection. If Respondent files a timely objection to the State's claimed fees and costs, then the Board will consider Respondent's objection in determining the amount of costs and fees that Respondent must pay. If, however, Respondent fails to file a timely objection, then the Respondent will have waived Respondent's ability to object, and Respondent must pay the total fee and cost amount set forth in the State's affidavit.
- iii. Within ninety (90) days from the issuance of this Order: (a) if Respondent filed a timely objection, then Respondent must pay the total fee and cost amount as determined by the Board; or (b) if Respondent did not file a timely objection, then Respondent must pay the total fee and cost amount set forth in the State's affidavit.
  - 6. <u>Due Process Rights</u>. This is a final order of the Board. Accordingly:
- a. Any party may file a motion for reconsideration of this final order within fourteen (14) days of the issuance of this order. The Board will dispose of the petition for reconsideration within twenty-one (21) days of its receipt, or the petition will be considered denied by operation of law. *See* Idaho Code § 67-5246(4).

b. Pursuant to Idaho Code §§ 67-5270 and 67-5272, any party aggrieved by this final order or orders previously issued in this case may appeal this final order and all previously issued orders in this case to district court by filing a petition in the district court of the county in which: (i) a hearing was held; (ii) the final agency action was taken; (iii) the party seeking review of the order resides, or operates its principal place of business in Idaho; or (iv) the real property or personal property, if any, that was the subject of the agency action is located.

c. Any appeal must be filed within twenty-eight (28) days of: (i) the issuance of this final order; (ii) the issuance of an order denying a petition for reconsideration; or (iii) the failure within twenty-one (21) days to grant or deny a petition for reconsideration, whichever is later. See Idaho Code § 67-5273. The filing of an appeal to district court does not itself stay the effectiveness or enforcement of the order under appeal.

7. <u>Service of Order</u>. The Bureau Chief of the Bureau of Occupational Licenses shall cause a true and correct copy of this Final Order to be served upon the Respondent and the State's attorney by mailing a copy to them at their respective addresses, as provided.

DATED this 18 day of DECEMBER, 2009.

**IDAHO STATE CONTRACTORS BOARD** 

Anthony Hughes, Chair

# **CERTIFICATE OF SERVICE**

I HEREBY CERTIFY that on this $2$	1st day of <u>pecember</u> , <u>2009</u> , I caused to
be served a true and correct copy of the fo	pregoing by the following method to:
Terry Gillette 4553 Wildbrook Avenue Boise, ID 83709	<ul> <li>☑ U.S. Mail</li> <li>☐ Hand Delivery</li> <li>☑ Certified Mail, Return Receipt Requested</li> <li>☐ Overnight Mail</li> <li>☐ Facsimile:</li> <li>☐ Statehouse Mail</li> </ul>
Karin Magnelli Deputy Attorney General P.O. Box 83720 Boise, ID 83720-0010	<ul> <li>U.S. Mail</li> <li>Hand Delivery</li> <li>Certified Mail, Return Receipt Requested</li> <li>Overnight Mail</li> <li>Facsimile:</li> <li>Statehouse Mail</li> </ul>
	Tana Cory, Bureau Chief

## BEFORE THE CONTRACTORS BOARD

## STATE OF IDAHO

In the Matter of the Registration of:	) Case No. CON-2008-109
TERRY GILLETTE, Registration No. RCT-8249,	) ) FINDINGS OF FACT, ) CONCLUSIONS OF LAW AND
Respondent.	) RECOMMENDED ORDER)

Having reviewed the Complaint and other documents in this matter, the Hearing Officer hereby enters the following Findings of Fact, Conclusions of Law, and Recommended Order:

#### FINDINGS OF FACT

- 1. Terry Gillette ("Respondent") is registered with the Contractors Board ("Board") under Registration No. RCT-8249 to engage in the practice of contracting. Respondent's registration expired on June 14, 2007, and Respondent's registration was canceled as of June 15, 2007. Respondent has not renewed his registration; however, pursuant to Idaho Code § 67-2614, Respondent retains the right to renew his registration for up to five (5) years after cancellation by paying the required fees.
- 2. On April 1, 2009, a formal administrative Complaint was filed in this matter with the Board. Said Complaint is expressly incorporated herein and made a part hereof.
- 3. Copies of the Complaint, along with the Notification of Procedural Rights, were sent to Respondent on April 1, 2009, by means of the United States Mail, postage prepaid, both by certified mail, return receipt requested, to Respondent at the most recent known address for Respondent:

Terry Gillette 4553 Wildbrook Avenue Boise, ID 83709

///



- 4. The certified mail envelope has not been returned to the Bureau. On April 21, 2009, the tracking information for the certified mail stated the certified mail envelope was unclaimed. In addition, the envelope containing a copy of the Complaint which was sent to Respondent by regular mail was not returned to the sending office.
- 5. The Notification of Procedural Rights informed Respondent that, under statutes and rules applicable to such proceedings before the Board, Respondent needed to file a formal Answer to the Complaint within twenty-one (21) days of service of the Complaint and that failure to timely file an Answer to the Complaint or otherwise defend against the action would constitute a default and would be sufficient grounds for proceeding administratively against Respondent's registration without the necessity of conducting a hearing.
- 6. On April 30, 2009, a Notice of Proposed Default Order and Default Order, along with another copy of the Complaint and Notification of Procedural Rights, were sent to Respondent by means of the United States Mail, postage prepaid, both by certified mail, return receipt requested, and by regular mail, at the following address:

Terry Gillette 4553 Wildbrook Avenue Boise, ID 83709

- 7. Respondent failed to contest entry of the proposed Default Order within seven (7) days of service of the Notice of Proposed Default Order.
- 8. Concurrent herewith, a Default Order was entered against Respondent. Therefore, the allegations contained in the Complaint on file in this matter are admitted as true without the necessity of conducting a hearing.
- 9. As detailed in the incorporated Complaint, Respondent did do the following:
- a. In approximately January 2007 Respondent submitted bids to B.O. and J.I. to build swimming pools and decks for \$36,878 each and completed the pools and

decks.

- b. B.O. and J.I. subsequently experienced numerous problems with the pools and decks, including but not limited to: The masonry on the pools had to be redone because Respondent used home masonry, not pool masonry; the pool surfaces were flaking and would not hold water; entire pool filtering and plumbing systems had to be removed and replaced; valves were not leakproof; Respondent used Styrofoam as a sealer which leaked; drain systems had to be redone because Respondent did not use new antivortex drains; Respondent took several days on the pools to plaster which created seams that did not meet industry standards; and deck work was uneven and cracking. In addition, workmanship on the lining was not professional and Respondent did the work by hand rather than by high-volume pumpers that are usually used, Respondent used concrete block in the pools that he troweled over, the pools leaked, and Respondent used wrong size equipment which did not allow the water to turn over properly to avoid bacterial problems. Finally, although Respondent was paid in full, materials suppliers filed liens on B.O.'s and J.I.'s properties because Respondent failed to pay suppliers.
- c. Respondent's invoices and estimates failed to contain his contractor registration number.

### **CONCLUSIONS OF LAW**

- 1. As a registered contractor in the State of Idaho, Respondent is subject to the jurisdiction of the Board and to the provisions of title 54, chapter 52, Idaho Code.
- 2. The Complaint was sent to Respondent at the most recent known address for Respondent. Respondent was duly and lawfully given notice of proceedings against his registration pursuant to the provisions of IDAPA 04.11.01.055.
- 3. Respondent's failure to plead or otherwise defend in this action authorizes the Board, pursuant to Idaho Code § 67-5242(4) and IDAPA 04.11.01.700, to enter an Order of Default which is as lawful as if all the allegations in the Complaint were proved or admitted at a hearing.

4. Respondent's acts as described in the Complaint constitute grounds for discipline against Respondent's registration to practice contracting under the laws governing the practice of contracting in the State of Idaho, specifically Idaho Code §§ 54-5215(2)(a) and 54-5214(2) (failure to prominently display contractor registration number on advertising, invoices, bids, etc.), 54-5215(2)(g) (contractors shall not engage in conduct which constitutes dishonest or dishonorable dealings), and 54-5215(2)(h) (contractors shall not fail to meet the generally accepted standard of care in the practice of construction).

#### **ORDER**

Based upon the foregoing, it is the recommendation of the Hearing Officer that the Board take such action as it deems appropriate consistent with the Findings of Fact and Conclusions of Law stated above.

DATED this  $13^{\circ}$  day of  $13^{\circ}$ , 2009

Michael J. Elia Hearing Officer

### NOTICE OF DUE PROCESS RIGHTS

This is a recommended order of the Hearing Officer. It will not become final without action of the Board. Any party may file a petition for reconsideration of this recommended order with the Hearing Officer issuing the order within fourteen (14) days of the service date of this order. The Hearing Officer issuing this recommended order will dispose of any petition for reconsideration within twenty-one (21) days of its receipt, or the petition will be considered denied by operation of law. See Idaho Code § 67-5243(3).

Within twenty-one (21) days after (a) the service date of this recommended order, (b) the service date of a denial of a petition for reconsideration from this recommended order, or (c) the failure within twenty-one (21) days to grant or deny a petition for reconsideration from this recommended order, any party may in writing support or take

exceptions to any part of this recommended order and file briefs in support of the party's position on any issue in the proceeding.

Written briefs in support of or taking exceptions to the recommended order shall be filed with the Board. Opposing parties shall have twenty-one (21) days to respond. The Board may schedule oral argument in the matter before issuing a final order. The Board will issue a final order within fifty-six (56) days of receipt of the written briefs or oral argument, whichever is later, unless waived by the parties and for good cause shown. The Board may remand the matter for further evidentiary hearings if further factual development of the record is necessary before issuing a final order.

## CERTIFICATE OF SERVICE

I HEREBY CERTIFY that on the served a true and correct copy of the	is 13 day of, 2009, I caused to be e foregoing by the following method to:
Terry Gillette 4553 Wildbrook Avenue Boise, ID 83709	<ul> <li>☑ U.S. Mail</li> <li>☐ Hand Delivery</li> <li>☑ Certified Mail, Return Receipt Requested</li> <li>☐ Overnight Mail</li> <li>☐ Facsimile:</li> <li>☐ Statehouse Mail</li> </ul>
Karin Magnelli Deputy Attorney General P.O. Box 83720 Boise, ID 83720-0010	<ul> <li>∠ U.S. Mail</li> <li>☐ Hand Delivery</li> <li>☐ Certified Mail, Return Receipt Requested</li> <li>☐ Overnight Mail</li> <li>☐ Facsimile:</li> <li>☐ Statehouse Mail</li> </ul>
	Michael J. Elia Hearing Officer